

Eau Claire District Library

Financial Report

July 31, 2005

RENDEL ELIE

— & —

ASSOCIATES PLC

CERTIFIED PUBLIC ACCOUNTANTS

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Government Name Eau Claire District Library	County Berrien
Audit Date 7/31/05	Opinion Date 11/18/05	Date Accountant Report Submitted to State: 12/13/05	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- | | |
|---|---|
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements. |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980). |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended). |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act. |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]). |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit. |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year). |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241). |
| <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95). |

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			✓
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name) Rendel Elie & Associates PLC, CPA's			
Street Address 1010 Main Street	City St. Joseph	State MI	ZIP 49085
Accountant Signature <i>Rynda Elie, CPA</i>			Date 12/13/05

Eau Claire District Library

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RENDEL ELIE
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ASSOCIATES PLC
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Library Board
Eau Claire District Library
Eau Claire, Michigan

We have audited the accompanying basic financial statements of the Eau Claire District Library as of July 31, 2005 and for the year then ended, as listed in the table of contents. These financial statements are the responsibility of the library's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Eau Claire District Library as of July 31, 2005 and the changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The required supplemental information listed in the financial section of the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of the Eau Claire District Library. This information has been subjected to the procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The management discussion and analysis included in the financial section of the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of the Eau Claire District Library. We did not examine this data and, accordingly, do not express an opinion thereon.

Rendel Elie & Associates
RENDEL ELIE & ASSOCIATES, PLC

November 18, 2005

1010 Main Street
St. Joseph, MI 49085
(269) 983-1069
(269) 983-3606 fax

**Eau Claire District Library
Management's Discussion and Analysis
July 31, 2005**

Using this Annual Report

This annual report consists of three parts – *management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include information that presents two different views of the Library:

- The first column of the financial statements includes information on the Library's General Fund under the modified accrual method. These *Fund Financial Statements* focus on current financial resources and provide a more detailed view about the accountability of the Library's sources and uses of funds.
- The adjustment column of the financial statements represents adjustments necessary to convert the fund financial statements to the government-wide financial statements under the full-accrual method.
- The *government-wide financial statement* columns provide both *long-term* and *short-term* information about the Library's *overall* financial status. The statement of net assets and the statement of activities provide information about the activities of the Library as a whole and present a longer-term view of the Library's finances. These statements tell how these services were financed in the short term as well as what remains for future spending.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements.

**Eau Claire District Library
Management's Discussion and Analysis
July 31, 2005**

Condensed Financial Information

The table below compares key financial information in a condensed format in thousands of dollars.

	<u>2005</u>	<u>2004</u>
Current assets	\$ 133,410	\$ 130,270
Capital assets	<u>521,637</u>	<u>532,502</u>
Total assets	<u>655,047</u>	<u>662,772</u>
Long-term debt	119,383	140,761
Other liabilities	<u>12,995</u>	<u>16,179</u>
Total liabilities	132,378	156,940
Net assets:		
Invested in capital assets, net of related debt	402,254	391,741
Restricted for donor-restricted purpose	--	9,252
Unrestricted	<u>120,415</u>	<u>104,839</u>
Total net assets	<u>\$ 522,669</u>	<u>\$ 505,832</u>
Revenue:		
Property taxes	\$ 116,418	\$ 110,133
Other	<u>90,286</u>	<u>103,590</u>
Total revenue	206,704	213,723
Expenses – library services	<u>198,385</u>	<u>196,465</u>
Changes in net assets	<u>\$ 8,319</u>	<u>\$ 17,258</u>

**Eau Claire District Library
Management's Discussion and Analysis
July 31, 2005**

The Library as a Whole

- The Library's net assets increased by \$8,318 this year compared to an increase of \$17,258 the prior year.
- The Library's primary source of revenue is from property taxes, which represents 56 % of total revenue as compared to 52 % in the prior year.
- Salaries and fringe benefits continue to be a significant expense of the Library, representing 54% of the Library's total expenses this year compared to 49% in the prior year.

The Library's Fund

Our analysis of the Library's major fund, the General Fund, is included on page 6 and 7 in the first column of the statement.

The fund balance of the General Fund increased during the current year by \$ 2,074 and decreased \$ (11,618) the prior year.

Debt service, consisting of principal and interest, was a large use of resources during the current fiscal year. Debt service has become a significant expenditure as a result of the 2002 building addition, which was financed by a \$200,000 bank note. During the current fiscal year, the principal was reduced by \$21,377 as compared to a reduction of \$49,864 the prior year.

**Eau Claire District Library
Management's Discussion and Analysis
July 31, 2005**

Library Budgetary Highlights

Over the course of the year, the Library Board amended the budget to take into account events that occurred during the year. The most significant amendments occurred in penal fine income and professional services.

The increase in the budgeted amounts for penal fines was due to a change in amount received compared to amounts originally estimated.

The increases in the budgeted amounts for professional services were due in part to the implementation of the new accounting standard.

Capital Assets and Debt Administration

At the end of the fiscal year, the Library had \$874,003 invested in land, building, furniture and equipment, and books and materials. The library added \$27,998 in capital assets consisting of \$7,849 of land improvements, \$2,850 of furniture and equipment, and \$17,299 in new collection items including new books and audio/visual materials.

No new debt was issued during the fiscal year. The Library's indebtedness for the building addition was \$119,383 and \$140,761 on July 31, 2005 and 2004, respectively.

Eau Claire District Library
Governmental Fund Balance Sheet / Statement of Net Assets
July 31, 2005

	General Fund Modified <u>Accrual Basis</u>	<u>Adjustments</u>	Statement of <u>Net Assets</u>
Assets			
Cash	\$ 130,168	\$ -	\$ 130,168
Note receivable	800	-	800
Prepaid expenses	2,442	-	2,442
Fixed assets, net	-	521,637	521,637
Total assets	<u>\$ 133,410</u>	<u>\$ 521,637</u>	<u>\$ 655,047</u>
Liabilities			
Accounts payable	\$ 3,090	\$ -	\$ 3,090
Salaries & benefits payable	5,637	-	5,637
Compensated absences:			
Expected to be paid within one year	-	4,268	4,268
Long-term debt:			
Due within one year	-	14,579	14,579
Due after one year	-	104,804	104,804
Total liabilities	<u>8,727</u>	<u>123,651</u>	<u>132,378</u>
Fund Balance/Net Assets			
Fund balance - unrestricted	<u>124,683</u>	<u>(124,683)</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 133,410</u>		
Net assets:			
Invested in capital assets, net of debt		402,254	402,254
Unrestricted		<u>120,415</u>	<u>120,415</u>
Total net assets		<u>\$ 522,669</u>	<u>\$ 522,669</u>

See auditors' report and notes to financial statements.

Eau Claire District Library
Statement of Governmental Revenue, Expenditures, and Changes in Fund Balance /
Statement of Activities
Year Ended July 31, 2005

	General Fund Modified Accrual Basis	Adjustments	Statement of Activities
Revenues and support:			
Property taxes	\$ 116,418	\$ -	\$ 116,418
Penal fines	75,521	-	75,521
State aid	6,577	-	6,577
Fees and book fines	2,865	-	2,865
Interest	348	-	348
Community room rental	2,989	-	2,989
Contributions and donations	1,986	-	1,986
Total revenue and support	206,704	-	206,704
Expenditures:			
Salaries and fringe benefits	103,022	4,268	107,290
Capital outlay	10,698	(10,698)	-
Library books and materials	17,299	(17,299)	-
Repairs and maintenance	6,144	-	6,144
Utilities	11,729	-	11,729
Professional services and dues	9,321	-	9,321
Office and library supplies	11,930	-	11,930
Insurance and bonds	5,618	-	5,618
Conventions and workshops	1,616	-	1,616
Depreciation	-	38,861	38,861
Miscellaneous	126	-	126
Debt service:			
Principal	21,377	(21,377)	-
Interest	5,750	-	5,750
Total expenditures	204,630	(6,245)	198,385
Excess of Revenue over Expenditures /			
Change in Net Assets	2,074	6,245	8,319
Fund Balance/Net Assets - beginning of year	122,609	391,741	514,350
Fund Balance/Net Assets - end of year	\$ 124,683	\$ 397,986	\$ 522,669

See auditors' report and notes to financial statements.

Eau Claire District Library
Notes to Financial Statements
July 31, 2005

Summary of Significant Accounting Policies

The accounting policies of the Eau Claire District Library conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the significant accounting policies:

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements – and Management’s Discussion an Analysis – for State and Local Governments*. Certain of the significant changes in the Statement include the following:

- A Management’s Discussion and Analysis (MD&A) section providing an analysis of the Library’s overall financial position and results of operations.
- Financial statements prepared using full accrual accounting for all of the Library’s activities.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements, including notes to the financial statements.

Reporting Entity

Eau Claire District Library is a Class III public library. The Library serves a population of 7,549 patrons from the Village of Eau Claire, and the Townships of Berrien, and Pipestone.

The Library is defined as a governmental unit under criteria set forth by AICPA’S Audits of State and Local Governmental Units (ASLGU). These criteria include; a Board of Trustees consisting of representative members appointed or elected from the governmental units served and, the power to enact and enforce a tax levy.

The accompanying general purpose financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. Based on the significance of any operational or financial relationships with the Library, there are no component units to be included in these financial statements.

Eau Claire District Library
Notes to Financial Statements
July 31, 2005

Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The Library's basic financial statements include both government-wide (reporting the Library as a whole) and fund financial statements (reporting the Library's major funds).

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) are reported using the economic resource measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of net assets includes and recognizes all long-term assets and receivables as well as long-term debt and obligations. The Library's net assets are reported in four parts – invested in capital assets; designated net assets; restricted net assets; and unrestricted net assets.

The statement of activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes (1) charges to library patrons who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or segment. Taxes and other items are not properly included among program revenues, and are reported instead as general revenue.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

**Eau Claire District Library
Notes to Financial Statements
July 31, 2005**

Summary of Significant Accounting Policies (continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (continued)

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resource measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Library considers revenue to be available if they are collected within ninety days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, penal fines, and fees associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when the Library receives cash.

The Library reports the following major governmental funds:

The General Fund is the Library's primary operating fund. It accounts for all financial resources of the Library, except those required to be accounted for in another fund.

Financial Statement Amounts

Bank Deposits and Investments – The Library has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

Receivables and Payables – Property taxes are levied on December 1st based on the taxable valuation of the property as of the preceding December 31st. Taxes are considered delinquent on March 1st of the following year, at which time penalties and interest are assessed.

Eau Claire District Library
Notes to Financial Statements
July 31, 2005

Summary of Significant Accounting Policies (continued)

The Library receives an advance from the Berrien County Revolving Fund for delinquent property taxes. The County collects the delinquent property taxes on behalf of the Library.

Capital Assets – Capital assets are defined by the Library as assets with an initial cost of more than \$200 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at estimated fair market value at the date of donation. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Furniture and equipment	5-10 years
Improvements	10-20 years
Library books and materials	3-10 years

Compensated Absences (Vacation and Sick Leave) – It is the library's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. Vacation and sick leave accrues to full-time, permanent employees to specified maximums.

Long-term Obligations – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

Fund Equity – In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designation of fund balance represents tentative management plans that are subjective to changes.

Risk Management - The Library is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries (workers' compensation), as well as medical benefits provided to employees. The Library has purchased commercial insurance for employee health, property, liability and workers' compensation.

Eau Claire District Library
Notes to Financial Statements
July 31, 2005

Summary of Significant Accounting Policies (continued)

Property Taxes – On August 6, 1996, the electors of the library district, the Eau Claire District Library serves, approved a millage on the taxable property in the district for a period of twenty years. Berrien and Pipestone Townships collect and pay the tax revenues to the Library as collected.

Budget Information

The annual budget is prepared by the Library Director and adopted by the Library Board; subsequent amendments are approved by the Library Board. Unexpended appropriations lapse at year-end; encumbrances are not included as expenditures. During the current year, the budget was amended in a legally permissible manner.

The budget has been prepared in accordance with accounting principles generally accepted in the United States of America.

The budget statement (combined statement of revenue, expenditures and changes in fund balances – budget and actual – general fund types) is presented on the same basis of accounting used in preparing the adopted budget.

The budget has been adopted on a line item basis; expenditures at this level in excess of amounts budgeted is a violation of Michigan law. A comparison of the actual results of operations of the General Fund budget, as adopted by the Library Board, is available at the library for inspection.

Cash and Investments

State statutes authorize the Library to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investments vehicles legal for direct investment by local units of government in Michigan. The Library is in accordance with statutory authority. The Library has designated a local bank for the deposit of its funds. Its cash and cash equivalents consist of various interest bearing savings accounts, checking accounts and certificates of deposit.

**Eau Claire District Library
Notes to Financial Statements
July 31, 2005**

Fixed Assets

A summary of changes in general fixed assets:

	Beginning of year <u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	End of year <u>Balance</u>
Building	\$ 505,783	\$ -	\$ -	\$ 505,783
Improvements	43,898	7,848	-	51,746
Furniture and equipment	240,410	2,850	-	243,260
Book collection	<u>76,351</u>	<u>17,299</u>	<u>20,536</u>	<u>73,114</u>
Total	866,442	27,998	20,536	874,003
Accumulated depreciation	<u>(333,940)</u>	<u>(38,861)</u>	<u>(20,536)</u>	<u>(352,365)</u>
Net book value	<u>\$ 532,502</u>	<u>\$ (10,863)</u>	<u>\$ -</u>	<u>\$ 521,638</u>

Book Collection

The circulating library book collection and materials is capitalized. Accessions are accounted for in the year acquired. The Library follows a policy of periodically removing books that are in poor condition, not in demand, and/or no longer current. The estimated replacement value of the circulating collection at July 31, 2005, was \$487,765.

Long-term Debt

Debt service requirements - On August 6, 2002 the Library entered into an agreement to finance the construction of the building addition. The terms are payable in monthly installments over a 15 year period, at 4.69% for the initial five years. The interest rate will be recalculated at five-year intervals to equal the current five-year US Treasury bill rate, plus 40 basis points. The following is a summary of changes in long-term debt for the fiscal year ended July 31, 2005:

	Balance <u>Beginning of year</u>	Principal <u>Payments</u>	Balance <u>End of year</u>
Note	<u>\$ 140,761</u>	<u>\$ 21,377</u>	<u>\$ 119,384</u>

**Eau Claire District Library
Notes to Financial Statements
July 31, 2005**

Long-term Debt (continued)

The annual principal and interest requirements through maturity are as follows:

<u>Years ending July 31,</u>	
2006	\$ 18,679
2007	18,679
2008	18,679
2009	18,679
2010	18,679
2011 through 2013	<u>48,714</u>
Total minimum payments	142,109
Less amount representing interest	<u>(22,726)</u>
Net minimum payments	<u>\$ 119,383</u>

Interest – Interest expense of the Library for the year ended July 31, 2005 approximated \$5,750.

Contingent Liabilities

Tax revenue - The Library has received advances from the Berrien County Tax Revolving Fund for delinquent taxes assessed on real property. If those taxes prove to be uncollectible, the Library will be responsible for repayment. Taxes advanced by the county, during the fiscal year ending July 31, 2005 were \$7,464.

Unemployment taxes - The Library has elected to reimburse the Michigan Employment Security Agency for any unemployment benefits paid to former employees.

Eau Claire District Library
Notes to Financial Statements
July 31, 2005

Reconciliation of Fund Financial Statements to Government-wide Financial Statements

Total fund balance and the net change in fund balance of the Library's governmental fund differs from net assets and changes in net assets of the governmental activities reported in the statement of net assets and statement of activities. This difference primarily results from the long-term economic focus of the statement of net assets and statement of activities versus the current financial resources focus of the governmental fund balance sheet and statement of revenue, expenditures, and change in fund balance. The following are reconciliations of fund balance to net assets and the net change in fund balance to the net change in net assets:

Total Fund Balance – Modified Accrual Basis	\$ 124,683
Differences in the statement of net assets:	
Capital assets are not financial resources, and are not reported in the funds	521,637
Long-term liabilities are not due and payable in the current period and are not reported in the funds	(119,383)
Compensated absences are included as a liability	<u>(4,268)</u>
Net Assets of General Fund – Full Accrual Basis	<u>\$ 522,669</u>

**Eau Claire District Library
Notes to Financial Statements
July 31, 2005**

**Reconciliation of Fund Financial Statements to Government-wide Financial
Statements (Continued)**

Net Change in Fund Balances – Modified Accrual Basis \$ 2,074

Differences in the statement of net assets:

Capital outlays are reported as expenditures in the statement of revenue, expenditures, and changes in fund balance; in the statement of activities, these costs are allocated over their estimated useful lives as depreciation:

Library books and materials	17,299
Capital outlay	10,698
Depreciation	(38,861)

Increase in the accrual for long-term compensated absences reported as an expenditure in the statement of activities, but not in the fund statements	(4,268)
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Repayments of principal are reported as an expenditure in the fund statements, but not in the statement of activities (where it reduces long-term debt)	<u>21,377</u>
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Change in Net Assets of General Fund – Full Accrual Basis \$ 8,319

Eau Claire District Library
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
Year Ended July 31, 2005

	Originally Adopted Budget	Final Amended Budget	Actual Balances	Over (Under)
Revenues:				
Property taxes	\$ 110,000	\$ 110,000	\$ 116,418	\$ 6,418
Penal fines	85,000	75,521	75,521	-
State aid	4,000	4,000	6,577	2,577
Fees and book fines	1,900	1,900	2,865	965
Interest	400	400	348	(52)
Community room rental	-	-	2,989	2,989
Contributions and donations	-	-	1,986	1,986
Total revenue	201,300	191,821	206,704	14,883
Expenditures:				
Salaries and fringe benefits	102,738	102,738	103,022	284
Capital outlay	-	-	10,698	10,698
Library books and materials	18,500	18,500	17,299	(1,201)
Repairs and maintenance	12,500	12,500	6,144	(6,356)
Utilities	14,500	14,500	11,729	(2,771)
Professional services and dues	6,000	8,775	9,321	546
Office and library supplies	11,000	11,000	11,930	930
Insurance	6,000	6,000	5,618	(382)
Conventions and workshops	1,200	1,200	1,616	416
Miscellaneous	10,162	10,162	126	(10,036)
Debt service:				
Principal	18,700	18,700	21,377	2,677
Interest	-	-	5,750	5,750
Total expenditures	201,300	204,075	204,630	555
Excess of Revenue over Expenditures /				
Change in Net Assets	-	(12,254)	2,074	14,328
Fund Balance/Net Assets - beginning of year	122,609	122,609	122,609	-
Fund Balance/Net Assets - end of year	\$ 122,609	\$ 110,355	\$ 124,683	\$ 14,328